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**From:** McLellan, Ross [/O=STATE STREET/OU=MFBOSTON/CN=INVESTMENTMANAGEMENT/CN=TRADER  
USERS/CN=RMCLELLAN]  
**Sent:** Tuesday, November 02, 2010 11:22:06 PM  
**To:** Woodard, R. Bryan  
**CC:** Pennings, Edward; Carlin, Chris  
**Subject:** NOTICE  
**Attachments:** Periodic Notice Signed.pdf.zip

Bryan - Here is the notice they have sent. We have not signed yet although they are not a huge fan of negotiations.

Regards,

Ross McLellan, CFA  
Portfolio Solutions | Senior Managing Director | State Street Global Markets  
Tel 617.664.1865 | Fax 617.664.4225 | Mobile 617.372.0939

State Street Financial Center  
One Lincoln Street  
Box 5501  
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Kuwait Investment Authority

Investment Accounts Dept.



الهيئة العامة للاستثمار

إدارة محاسبة الإستثمار

Ref. IAD / 509 / 10 - 506219

Date October 25, 2010

الرقم :

التاريخ :

## PERIODIC NOTICE-TRANSITION 121

## FIXED INCOME

## KUWAIT INVESTMENT AUTHORITY

Mr. Edward Pennings  
State Street bank Europe  
London

Dear Edward,

TRANSITION 121- 4 Billion USD from RNLI (2 Billion) and RNLS (2 Billion) to  
LCAH (2 Billion), LCAG (1 Billion) & LCAL (1 Billion)

Kuwait Investment Authority

By transition management agreement dated 9 February 2004 (the "Agreement") Kuwait Investment Authority (the "Customer") has authorised State Street Bank Europe Limited ("the Manager") to provide the Customer with transition management services for the periodic restructuring of certain portfolios of securities identified by the Customer from time to time.

Consistent with the terms of the Agreement, which are incorporated by reference herein and made a part hereof, please be advised that the Manager is hereby authorised and directed to perform the restructuring of the Allocation with respect to the following accounts:

Transition 121 - an approximately USD 4 billion fixed income portfolio from Accounts RNLS (Western) and RNLI (Blackrock) to fund target managers Pimco (USD 2 billion), Putnam (USD 1 billion) and Goldman Sachs (USD 1 billion). The custodian is State Street Bank & Trust in London and the transition is anticipated to be completed in November 2010.

The Manager will be acting as risk less principal with trades executed on a multi-dealer competitive basis.

For and on behalf of

KUWAIT INVESTMENT AUTHORITY

ADEL N HAMADAH  
DIRECTOR



CC: Mr. Othman Al Issa, Executive Director, Operations &amp; Administration

جميع الوزارات - بلسوف رقم ٣ - ص ب / ٦٤ الصفاة 13001 الكويت - تلفون : ٢٢٤٨٥٦٠٠ - فاكس : ٢٢٤٢٩٤٨٠  
Ministries Complex - Block No. 3 - P.O.Box / 64 Safat 13001 Kuwait - Tel.: 22485600 - Fax : 22439480 - 22425123

Kuwait Investment Authority

Investment Accounts Dept.



الهيئة العامة للاستثمار

إدارة محاسبة الإستثمار

Ref. ....

Date .....

الرقم : .....

التاريخ : .....

**KUWAIT INVESTMENT AUTHORITY - TERMS OF THE TRANSACTION - TRANSITION 121**

Customer	Kuwait Investment Authority
Transition Manager	State Street Bank Europe Limited
Custodian	State Street bank, London
Transition Account	RNSE
Commencement Date of Transition Trading	November 1, 2010
Estimated transition period (from assets taken-on to hand-over to destination manager)	Nov 1, 2010 to Nov 16th, 2010
Portfolio Size	Approximately USD 4 Billion
From Portfolios	RNLC & RNLS
To Portfolios	LCAH 2 Billion LCAJ 1 Billion LCAL 1 Billion
Execution Type	Risk less Principal
Execution Benchmark	Implementation Shortfall
Estimated Days to Trade	3 Days
In-kind crossing	Zero charges
External crossing	Zero
Extra compensation	Custody charges to be met by the Transition manager

-2-

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الهيئة العامة للإستثمار

إدارة محاسبة الإستثمار

Ref. ....

Date .....

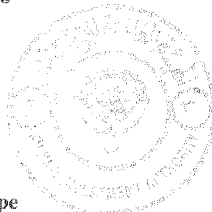
الرقم : .....

التاريخ : .....

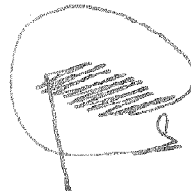
Notes to Transaction Terms:

- 1) The Crossing Estimate may be subject to change prior to receipt of final legacy and destination holding lists.
- 2) Shares Traded are defined as shares that have not been crossed with State Street or wholly owned entities.
- 3) The above commissions are exclusive of all exchange fees and taxes.
- 4) The time periods and estimates provided above are subject to change due to market conditions.
- 5) Equity trades crossed internally will not attract any commissions.
- 6) A VWAP execution report will be provided for the portfolio at the end of the transition.
- 7) In carrying out its duties and responsibilities, the Manager will at all times act in good faith, with due diligence and in a manner that a prudent manager would believe at the time to be in the best interests of the Customer.
- 8) Any foreign Exchange transaction needs to be done with the prior approval of KIA.
- 9) Pre-hedging is forbidden as per KIA's policy.

Accepted without changes



State Street Bank Europe



Kuwait Investment Authority

- 3 -

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